February 7, 2003

CERTIFIED MAIL #9058 7807

Jack Taylor Operations Manager AGA Gas Central 3930 Michigan Avenue Hammond, Indiana 46323

Dear Mr. Taylor:

Re: State Exempt Status (089-16973-00475)

The information requested from AGA Gas Central, initially received on December 23, 2002, has been reviewed. Based on the data submitted and the provisions in 326 IAC 2-5.1-2 for State Registrations, it has been determined that the Painting and Shot Blasting operations at the source is classified as being exempt from the air pollution permit requirements of the IDEM. However, the source will still be permitted by HDEM under the Hammond Air Quality Control Ordinance 7102, as it has been in the past.

Any change or modification which may create or increase potential emissions of any criteria pollutant from the equipment covered in this exemption must be approved by the Hammond Department of Environmental Management (HDEM) before such change may occur.

If you should have any questions concerning the above, please feel free to contact Debra Malone at (219) 853-6306.

Sincerely,

Ronald Novak, Director Hammond Department of Environmental Management Air Pollution Control Division

Indiana Department of Environmental Management Office of Air Quality and

Hammond Department of Environmental Management Air Pollution Control Division

Technical Support Document (TSD) for an Exemption

Source Background and Description

Source Name: AGA Gas Central

Source Location: 3930 Michigan Avenue, Hammond

County: Lake SIC Code: 2813

Operation Permit No.: 089-16973-00475
Permit Reviewer: Kristina Massey

The Office of Air Quality (OAQ) has reviewed an application from AGA Gas Central relating to the operation of the painting and shot-blasting operation. At this time the Company has fallen below registration thresholds because a request was made to remove the paint booth from the permitting process. The paint booth is used for storage of cylinders, and has not been used to paint the cylinders in more than two years. The shot-blaster does not meet the thresholds of a registration on its own, therefore a registration does not apply to AGA Gas Central.

The Company will receive a local permit pursuant to Hammond Air Quality Control Ordinance 7102 for the shot-blasting process.

Potential To Emit

Pursuant to 326 IAC 2-1.1-1(16), Potential to Emit is defined as "the maximum capacity of a stationary source or emissions unit to emit any air pollutant under its physical and operational design. Any physical or operational limitation on the capacity of a source to emit an air pollutant, including air pollution control equipment and restrictions on hours of operation or type or amount of material combusted, stored, or processed shall be treated as part of its design if the limitation is enforceable by the U. S. EPA, the department, or the appropriate local air pollution control agency."

Pollutant	Potential To Emit (tons/year)				
PM	3.504				
PM-10	3.013				
SO ₂	0				
VOC	0				
CO	0				
NO _x	0				

The potential to emit (as defined in 326 IAC 2-7-1(29)) of Particulates is less than 5 tons per year (2-5.1-2 Registration) therefore an exemption letter will be issued. Pursuant to Hammond Air Quality Control Ordinance 7102 and 3522 (as amended) a local Operation Permit will be issued.

Actual Emissions

The following table shows the actual emissions from the source. This information reflects the 2001 emissions

Pollutant	Actual Emissions (tons/year)				
PM	0				
PM-10	0				
SO ₂	0				
VOC	0				
CO	0				
NO_x	0				
HAP (specify)	0				

The Company did not run either of the permitted facilities in 2001.

County Attainment Status

The source is located in Lake County.

Pollutant	Status				
PM-10	Moderate nonattainment				
SO ₂	Primary nonattainment				
NO ₂	Attainment/unclassifiable				
Ozone	Severe,nonattainment				
CO	Attainment/unclassifiable				
Lead	Attainment/unclassifiable				

Lake County has been classified as nonattainment for PM and PM10 emissions. Therefore, these emissions were reviewed pursuant to the requirements for Emission Offset, 326 IAC 2-3.

Source Status

Existing Source PSD, Part 70 or FESOP Definition (emissions after controls, based on 8,760 hours of operation per year at rated capacity and/ or as otherwise limited):

Pollutant	Emissions
	(ton/yr)
PM	0.035
PM10	0.030
SO ₂	0
VOC	0
CO	0
NO _x	0

This existing source is **not** a major stationary source because no nonattainment regulated pollutant is emitted at a rate of 100 tons per year, and it is not in one of the 28 listed source categories.

Part 70 Permit Determination

326 IAC 2-7 (Part 70 Permit Program)

This existing source, including the emissions from this permit, is still not subject to the Part 70 Permit requirements because the potential to emit (PTE) of:

- (a) each criteria pollutant is less than 100 tons per year,
- (b) a single hazardous air pollutant (HAP) is less than 10 tons per year, and
- (c) any combination of HAPs is less than 25 tons/year.

This status is based on all the air approvals issued to the source. This status has been verified by the HDEM.

Federal Rule Applicability

- (a) There are no New Source Performance Standards (NSPS)(326 IAC 12 and 40 CFR Part 60) applicable to this source.
- (b) There are no National Emission Standards for Hazardous Air Pollutants (NESHAPs)(326 IAC 14 and 40 CFR Part 63) applicable to this source.

Conclusion

The Company will receive an exemption letter and local Operation Permit for the shot-blasting process.

AGA Gas Central 3930 Michigan Avenue Hammond, IN 46323

PLANT ID NO: 475 INSP DATE: 11/13/01 CALC DATE: 1/22/02

CALCULATIONS BY: Kristina Massey

YEAR OF DATA: 2001 NO. OF POINTS: 1

EF: EMISSION FACTOR

MDR: MAXIMUM DESIGN RATE

Ts: STACK DISCHARGE TEMPERATURE

CE: CONTROL EFFICIENCY

MDC: MAXIMUM DESIGN CAPACITY

UNITS FOR EMISSIONS ARE IN (TPY) EXCEPT WHERE GIVEN

LSI Shotblaster (SB-1)

MDR (T/hr): 0.1000

STACK ID (DIAM:HEIGHT): (0.67': 15')

YEARLY PROD (T/yr): 0

FLOWRATE (ACFM): 2000

Ts(°F): 80

CNTRL DEV: LSI Dust Collector (DC-1)

PERMITTED OPERATING HRS: 8760

hr/vr

			POTENTIAL EMISSIONS							ALLOWABLE		COMPANY ACTUAL	
SCC #3-09-002-05			BEFORE CONTROLS			AFTER CONTROLS				BEFORE	AFTER		
POLLUTANT	EF(LB/T)	CE (%)	(lbs/hr)	(lbs/day)	(TPY)	(lbs/hr)	(TPY)	(gr/dscf)	(lbs/hr)	(TPY)	CONTROLS	CONTROLS	
PM	8	0.99	0.8000	19.2000	3.5040	0.0080	0.0350	0.0005	0.0080	0.0350	0.0000	0.0000	
PM10	6.88	0.99	0.6880	16.5120	3.0134	0.0069	0.0301	0.0004	0.0069	0.0301	0.0000	0.0000	
SOx	0	0	0.0000	0.0000	0.0000	0.0000	0.0000	N/A	0	0.0000	0.0000	0.0000	
NOx	0	0	0.0000	0.0000	0.0000	0.0000	0.0000	N/A	0	0.0000	0.0000	0.0000	
VOC	0	0	0.0000	0.0000	0.0000	0.0000	0.0000	N/A	0	0.0000	0.0000	0.0000	
CO	0	0	0.0000	0.0000	0.0000	0.0000	0.0000	N/A	0	0.0000	0.0000	0.0000	
LEAD	0	0	0.0000	0.0000	0.0000	0.0000	0.0000	N/A	0	0.0000	0.0000	0.0000	

EF for PM = 0.004 lb PM/ lb abrasive = 8 lbs/T

Air Quality Handbook Vol. 1

Hammond Air Quality Control Ordinance #3522 (as amended)

EF for PM10 = 0.86 lb PM10 / lb PM

The unit is intermittantly operated for cleaning cylinders at a maximum of once per week.

MDR = initial load of shot into blaster is 200 lbs (0.1 tons) and a maximum loading of shot of once per hour